

**CITY OF BISMARCK DEFERRED SICK LEAVE FUND**  
**INVESTMENT PERFORMANCE REPORT AS OF APRIL 30, 2006**

	April-06				March-06				December-05				September-05				Current	Prior Year	3 Years	5 Years
	Allocation		Month		Allocation		Quarter		Allocation		Quarter		Allocation		Quarter		FYTD	FY05	Ended	Ended
	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Net	Net	6/30/2005	6/30/2005
<b>LARGE CAP DOMESTIC EQUITY</b>																				
<i>Structured Growth</i>																				
Los Angeles Capital	17,076	2.3%	2.3%	0.31%	16,864	2.3%	2.3%	4.95%	16,922	2.3%	2.3%	3.06%	16,753	2.3%	2.3%	5.46%	14.41%	7.56%	N/A	N/A
<b>Total Structured Growth</b>	<b>17,076</b>	<b>2.3%</b>	<b>2.3%</b>	<b>0.31%</b>	<b>16,864</b>	<b>2.3%</b>	<b>2.3%</b>	<b>4.95%</b>	<b>16,922</b>	<b>2.3%</b>	<b>2.3%</b>	<b>3.06%</b>	<b>16,753</b>	<b>2.3%</b>	<b>2.3%</b>	<b>5.46%</b>	<b>14.41%</b>	<b>7.56%</b>	<b>7.46%</b>	<b>-9.18%</b>
<i>Russell 1000 Growth</i>				-0.14%				3.09%				2.98%				4.01%	10.27%	1.68%	7.26%	-10.36%
<i>Structured Value</i>																				
LSV	17,105	2.3%	2.3%	2.86%	17,461	2.3%	2.3%	6.53%	16,392	2.2%	2.3%	1.52%	16,868	2.3%	2.3%	5.06%	16.87%	18.35%	14.73%	14.78%
<i>Russell 1000 Value</i>				2.54%				5.93%				1.27%				3.88%	14.27%	14.06%	11.00%	6.55%
<i>Russell 1000 Enhanced Index</i>																				
LA Capital	31,706	4.2%	4.5%	0.41%	31,294	4.2%	4.5%	4.96%	33,615	4.6%	4.5%	2.29%	33,459	4.6%	4.5%	6.45%	14.76%	7.93%	N/A	N/A
<i>Russell 1000</i>				1.20%				4.49%				2.12%				3.95%	12.25%	7.92%	N/A	N/A
<i>S&amp;P 500 Enhanced Index</i>																				
Westridge	37,276	5.0%	4.5%	1.36%	36,452	4.9%	4.5%	4.25%	34,966	4.8%	4.5%	2.10%	32,396	4.5%	4.5%	3.64%	11.81%	6.58%	N/A	N/A
<i>S&amp;P 500</i>				1.34%				4.21%				2.09%				3.60%	11.70%	6.32%	N/A	N/A
<i>Index</i>																				
State Street	11,428			1.34%	11,179			4.19%	10,730			2.07%	10,732			3.58%	11.63%	6.27%	8.22%	-2.45%
<b>Total Index</b>	<b>11,428</b>	<b>1.5%</b>	<b>1.5%</b>	<b>1.34%</b>	<b>11,179</b>	<b>1.5%</b>	<b>1.5%</b>	<b>4.19%</b>	<b>10,730</b>	<b>1.5%</b>	<b>1.5%</b>	<b>2.07%</b>	<b>10,732</b>	<b>1.5%</b>	<b>1.5%</b>	<b>3.58%</b>	<b>11.63%</b>	<b>6.27%</b>	<b>8.22%</b>	<b>-2.45%</b>
<i>S&amp;P 500</i>				1.34%				4.21%				2.09%				3.60%	11.70%	6.32%	8.28%	-2.37%
<b>TOTAL LARGE CAP DOMESTIC EQUITY</b>	<b>114,592</b>	<b>15.3%</b>	<b>15.0%</b>	<b>1.17%</b>	<b>113,249</b>	<b>15.1%</b>	<b>15.0%</b>	<b>4.88%</b>	<b>112,625</b>	<b>15.3%</b>	<b>15.0%</b>	<b>2.20%</b>	<b>110,208</b>	<b>15.2%</b>	<b>15.0%</b>	<b>4.97%</b>	<b>13.82%</b>	<b>8.89%</b>	<b>9.59%</b>	<b>-0.28%</b>
<i>S&amp;P 500</i>				1.34%				4.21%				2.09%				3.60%	11.70%	6.32%	8.28%	-2.37%
<b>SMALL CAP DOMESTIC EQUITY</b>																				
<i>Manager-of-Managers</i>																				
SEI	38,955	5.2%	5.0%	0.28%	38,837	5.2%	5.0%	13.21%	37,019	5.0%	5.0%	0.95%	36,621	5.1%	5.0%	5.46%	20.87%	9.32%	13.32%	N/A
<i>Russell 2000 + 200bp</i>				0.15%				14.49%				1.64%				5.21%	22.61%	11.64%	15.07%	N/A
<b>TOTAL SMALL CAP DOMESTIC EQUITY</b>	<b>38,955</b>	<b>5.2%</b>	<b>5.0%</b>	<b>0.28%</b>	<b>38,837</b>	<b>5.2%</b>	<b>5.0%</b>	<b>13.21%</b>	<b>37,019</b>	<b>5.0%</b>	<b>5.0%</b>	<b>0.95%</b>	<b>36,621</b>	<b>5.1%</b>	<b>5.0%</b>	<b>5.46%</b>	<b>20.87%</b>	<b>9.32%</b>	<b>13.32%</b>	<b>5.50%</b>
<i>Russell 2000</i>				-0.02%				13.94%				1.13%				4.69%	20.62%	9.45%	12.81%	5.71%
<b>INTERNATIONAL EQUITY</b>																				
<i>Large Cap - Active</i>																				
Capital Guardian	31,279	4.2%	4.0%	2.35%	30,203	4.0%	4.0%	7.18%	34,259	4.7%	4.0%	9.64%	30,583	4.2%	4.0%	12.11%	34.84%	10.32%	7.44%	-3.80%
LSV	32,574	4.3%	4.0%	3.09%	31,371	4.2%	4.0%	11.19%	30,422	4.1%	4.0%	4.29%	30,810	4.3%	4.0%	11.20%	32.94%	N/A	N/A	N/A
<b>Total Large Cap - Active</b>	<b>63,853</b>	<b>8.5%</b>	<b>8.0%</b>	<b>2.73%</b>	<b>61,574</b>	<b>8.2%</b>	<b>8.0%</b>	<b>9.17%</b>	<b>64,681</b>	<b>8.8%</b>	<b>8.0%</b>	<b>6.96%</b>	<b>61,393</b>	<b>8.5%</b>	<b>8.0%</b>	<b>11.67%</b>	<b>33.94%</b>	<b>13.23%</b>	<b>12.39%</b>	<b>7.26%</b>
<i>MSCI EAFE - 50% Hedged</i>				2.85%				9.20%				5.84%				11.07%	32.03%	14.41%	8.84%	-2.61%
<i>Small Cap - Value</i>																				
Lazard	8,093	1.1%	1.0%	4.70%	8,087	1.1%	1.0%	10.94%	7,596	1.0%	1.0%	3.01%	7,364	1.0%	1.0%	9.94%	31.54%	18.18%	N/A	N/A
<i>Citigroup Broad Market Index &lt; \$2BN</i>				4.70%				9.34%				8.94%				12.05%	39.73%	21.33%	N/A	N/A
<i>Small Cap - Growth</i>																				
Vanguard	8,615	1.1%	1.0%	5.50%	7,818	1.0%	1.0%	13.70%	7,843	1.1%	1.0%	4.92%	7,451	1.0%	1.0%	10.41%	38.96%	24.11%	N/A	N/A
<i>Citigroup Broad Market Index &lt; \$2BN</i>				4.70%				9.34%				8.94%				12.05%	39.73%	21.33%	N/A	N/A
<b>TOTAL INTERNATIONAL EQUITY</b>	<b>80,561</b>	<b>10.7%</b>	<b>10.0%</b>	<b>3.22%</b>	<b>77,479</b>	<b>10.4%</b>	<b>10.0%</b>	<b>9.81%</b>	<b>80,121</b>	<b>10.9%</b>	<b>10.0%</b>	<b>6.37%</b>	<b>76,208</b>	<b>10.5%</b>	<b>10.0%</b>	<b>11.37%</b>	<b>34.27%</b>	<b>15.34%</b>	<b>10.62%</b>	<b>-2.10%</b>
<i>MSCI EAFE - 50% Hedged</i>				2.85%				9.20%				5.84%				11.07%	32.03%	14.41%	8.84%	-2.61%
<b>DOMESTIC FIXED INCOME</b>																				
<i>Core Bond</i>																				
Western Asset	165,909	22.1%	21.7%	-0.24%	166,288	22.2%	21.7%	-0.44%	161,193	22.0%	21.7%	0.28%	159,455	22.0%	21.7%	-0.41%	-0.80%	7.14%	7.36%	8.59%
<i>Lehman Aggregate</i>				-0.18%				-0.65%				0.59%				-0.67%	-0.91%	6.80%	5.75%	7.40%
<i>Index</i>																				
Bank of ND	148,384	19.8%	21.7%	-0.32%	148,848	19.9%	21.7%	-0.95%	145,027	19.8%	21.7%	0.56%	147,431	20.4%	21.7%	-0.72%	-1.43%	4.59%	5.83%	7.36%
<i>Lehman Gov/Credit (1)</i>				-0.31%				-1.01%				0.60%				-0.96%	-1.69%	4.80%	5.82%	7.35%
<i>BBB Average Quality</i>																				
Wells Capital (formerly Strong)	165,137	22.0%	21.7%	-0.39%	165,732	22.2%	21.7%	-1.02%	160,857	21.9%	21.7%	0.58%	157,644	21.8%	21.7%	-1.05%	-1.87%	9.14%	9.20%	N/A
<i>Lehman US Credit BAA</i>				-0.36%				-1.20%				0.39%				-0.97%	-2.13%	8.60%	9.42%	N/A
<b>TOTAL DOMESTIC FIXED INCOME</b>	<b>479,430</b>	<b>63.8%</b>	<b>65.0%</b>	<b>-0.31%</b>	<b>480,868</b>	<b>64.3%</b>	<b>65.0%</b>	<b>-0.79%</b>	<b>467,077</b>	<b>63.6%</b>	<b>65.0%</b>	<b>0.46%</b>	<b>464,531</b>	<b>64.2%</b>	<b>65.0%</b>	<b>-0.73%</b>	<b>-1.37%</b>	<b>6.14%</b>	<b>6.59%</b>	<b>7.79%</b>
<i>Lehman Aggregate (2)</i>				-0.18%				-0.65%				0.59%				-0.67%	-0.91%	7.26%	6.41%	7.70%
<b>CASH EQUIVALENTS</b>																				
<i>Bank of ND</i>																				
90 Day T-Bill	37,509	5.0%	5.0%	0.37%	37,359	5.0%	5.0%	1.17%	37,342	5.1%	5.0%	1.07%	36,331	5.0%	5.0%	0.93%	3.58%	2.46%	1.74%	2.68%
				0.34%				1.03%				0.92%				0.83%	3.16%	2.15%	1.55%	2.62%
<b>TOTAL DEFERRED SICK LEAVE FUND</b>	<b>751,048</b>	<b>100.0%</b>	<b>100.0%</b>	<b>0.34%</b>	<b>747,792</b>	<b>100.0%</b>	<b>100.0%</b>	<b>1.91%</b>	<b>734,184</b>	<b>100.0%</b>	<b>100.0%</b>	<b>1.33%</b>	<b>723,898</b>	<b>100.0%</b>	<b>100.0%</b>	<b>1.76%</b>	<b>5.45%</b>	<b>6.75%</b>	<b>8.14%</b>	<b>4.91%</b>
<i>POLICY TARGET BENCHMARK</i>				0.38%				1.84%				1.40%				1.47%	5.19%	7.00%	7.45%	4.86%

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) From April 1, 2004, through June 30, 2005, the benchmark was the LB Intermediate Govt/Credit index.

(2) Prior to July 1, 2005, the benchmark was LB Govt/Credit Index.